OPEN MEETING AGENDA ITEM



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BEFORE THE ARIZO

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AZ CORP COMMISSION DOCKET CONTROL

ORIGINAL

BEFORE THE ARIZONA CORPORATION COMMISSION

IN THE MATTER OF THE APPLICATION OF PAYSON WATER CO., INC., AN ARIZONA CORPORATION, FOR A DETERMINATION OF THE FAIR VALUE OF ITS UTILITY PLANTS AND PROPERTY AND FOR INCREASES IN ITS WATER RATES AND CHARGES FOR UTILITY SERVICE BASED THEREON.

DOCKET NO: W-03514A-13-0111
Arizona Corporation Commission
DOCKETED

JUN 0 9 2014

DOCKETED BY

DOCKET NO: W-03514A-13-0142

IN THE MATTER OF THE APPLICATION OF PAYSON WATER CO., INC., AN ARIZONA CORPORATION, FOR AUTHORITY TO: (1) ISSUE EVIDENCE OF INDEBTEDNESS IN AN AMOUNT NOT TO EXCEED \$1,238,000 IN CONNECTION WITH INFRASTRUCTURE IMPROVEMENTS TO THE UTILITY SYSTEM; AND (2) ENCUMBER REAL PROPERTY AND PLANT AS SECURITY

FOR SUCH INDEBTEDNESS.

NOTICE OF COMPLIANCE WITH DECISION NO. 74484

Payson Water Company (the "Company") hereby submits this Notice of Compliance with Decision No. 74484 (May 22, 2014). The Decision requires the Company to notify Mesa del Caballo customers of the approved interim emergency Purchased Water Adjustor Mechanism ("PWAM"), in a form and manner acceptable to Staff, within five days of the Commission's action in this matter.

On May 27, 2014, the Company e-mailed customers of the Mesa del Caballo system the notice regarding the PWAM surcharge. Also on June 6, 2014, the Company sent copies of the notice via U.S. mail. See the Affidavit of Jason P. Williamson attached hereto as Exhibit A.

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1	RESPECTFULLY SUBMITTED this 9th day of June, 2014.
2	FENNEMORE CRAIG, P.C.
3	
4	By
5	Jay L. Shapilo 2394 E. Camelback Road
6	Suite 600 Phoenix, Arizona 85016
7	Attorneys for Payson Water Co., Inc.
8	ORIGINAL and thirteen (13) copies of the foregoing were filed this 9th day of June, 2014, with:
9	
10	Docket Control Arizona Corporation Commission
11	1200 W. Washington Street Phoenix, AZ 85007
12	COPY of the foregoing was hand-delivered
13	this 9th day of June, 2014, to:
14	Dwight D. Nodes Assistant Chief Administrative Law Judge
15	Arizona Corporation Commission 1200 W. Washington Street
16	Phoenix, AZ 85007
17	Robin Mitchell Brian Smith
18	Legal Division Arizona Corporation Commission
19	1200 W. Washington Street Phoenix, AZ 85007
20	Connie Walczak
21	Utilities Division Arizona Corporation Commission
22	1200 W. Washington Street Phoenix, AZ 85007
23	COPY of the foregoing was mailed
24	this 9th day of June, 2014, to:
25	Kathleen M. Reidhead 14406 S. Cholla Canyon Dr.
26	Phoenix, AZ 85044

1	Thomas Bremer 6717 E. Turquoise Ave. Scottsdale, AZ 85253
2	
3	Bill Sheppard 6250 N. Central Ave.
4	Phoenix, AZ 85012
5	J. Stephen Gehring 8157 W. Deadeye Rd.
6	Payson, AZ 85541
7	Suzanne Nee 2051 E. Aspen Dr.
8	Tempe, Arizona 85282
9	Glynn Ross 405 S. Ponderosa
10	Payson, AZ 85541
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EXHIBIT A

AFFIDAVIT OF JASON P. WILLIAMSON

Jason P. Williamson, being duly sworn, deposes and says:

- 1. I am a resident of Denver County, over 18 years of age, and make this affidavit based on my own personal knowledge.
 - 2. I am manager of Payson Water Co., Inc. (the "Company").
- 3. Pursuant to Decision No. 74484 (May 22, 2014), and with Staff's consent, on May 27, 2014, the Company e-mailed to customers of the Mesa del Caballo system the notice regarding the approved interim emergency Purchased Water Adjustor Mechanism ("PWAM"). Also on June 6, 2014, the Company sent copies of the notice via U.S. mail. The notice, which was previously approved by Staff, is attached as Exhibit 1.

Jason P. Williamson

SUBSCRIBED and sworn to before me this $\underline{9}$ day of June, 2014.

My Commission Expires: 2/7/15

My Commission Expires 2/7/15

9218218.1/073283.0006

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A PROPESSIONAL CORPORATION
PROBREX

EXHIBIT 1

NOTICE OF IMPLEMENTATION OF EMERGENCY PURCHASED WATER ADJUSTOR MECHANISM SURCHARGE

BY PAYSON WATER CO., INC.

DOCKET NOs. W-03514A-13-0111 & W-03514A-13-0142

Arizona Corporation Commission Decision No. 74484 (May 22, 2014) authorized Payson Water Co., Inc. (Company) to implement an interim emergency purchased water adjustor mechanism (PWAM) to recover the costs of water purchased from the Town of Payson and transported to the Company's Mesa del Caballo (MDC) system.

The new surcharge applies only to customers of the MDC system and is effective as of May 22, 2014. Each individual customer's billing for the PWAM surcharge will be based on that customer's actual usage for the previous month (the month corresponding to the water purchase from the Town) times the PWAM surcharge rate.

Note: The surcharge is in addition to the current monthly rates and charges already in effect for the Company.

Questions should be directed to Payson Water Co., Inc.

7581 E. Academy Boulevard, Suite 229, Denver, Colorado 80230

telephone no. (888) 644-6771 (TOLL FREE)

info@jwwater.net